

SALE OF MOTOR VEHICLE TO NONRESIDENT UNDER A.R.S. § 42-5061(U)

WORKSHEET TO COMPUTE ARIZONA TRANSACTION PRIVILEGE TAX (ADJUSTED TO STATE TAX RATE OF NONRESIDENT), COUNTY EXCISE TAX, AND FORM TPT-1 DEDUCTION AMOUNT

Other versions of this WORKSHEET are available at www.revenue.state.az.us

NOTE: The imposition of CITY PRIVILEGE ("SALES") TAX is NOT affected by A.R.S. § 42-5061(U). City privilege tax applies at the full rate to the sale of a motor vehicle that is sold and delivered to the nonresident in Arizona. As this worksheet computes only STATE and COUNTY tax, city tax must be computed separately.

1. **SALES PRICE SUBJECT TO TAX** **(A) SALES PRICE**

2. NONRESIDENT'S STATE TAX COMPUTATION:

(A) X **STATE TAX RATE** = **(B) STATE TAX**

3. ARIZONA TAX BASE SUBJECT TO COUNTY TAX:

(B) DIVIDED BY AZ TAX RATE OF 5.6% (.056) = **(C) ARIZONA TAX BASE**

4. ARIZONA COUNTY TAX COMPUTATION:

(C) X **COUNTY TAX RATE** = **(D) COUNTY TAX**

5. TAX BASE DEDUCTION AMOUNT (FORM TPT-1):

(A) MINUS AZ TAX BASE **(C)** = **(E) TPT-1 TAX BASE DEDUCTION**

EXAMPLE:

1. **SALES PRICE SUBJECT TO TAX** \$20,000.00 **(A) SALES PRICE**

2. **NONRESIDENT'S STATE TAX COMPUTATION:**

(A) \$20,000.00 X **AL** **STATE TAX RATE (2.00%)** .02 = \$400.00 **(B) STATE TAX**

3. **ARIZONA TAX BASE SUBJECT TO COUNTY TAX:**

(B) \$400.00 DIVIDED BY ARIZONA STATE TAX RATE OF 5.6% (.056) = \$7,142.86 **(C) ARIZONA TAX BASE**

4. **ARIZONA COUNTY TAX COMPUTATION:**

(C) \$7,142.86 X **MAR** **COUNTY TAX RATE (0.70%)** .007 = \$50.00 **(D) COUNTY TAX**

5. **TAX BASE DEDUCTION AMOUNT (FORM TPT-1):**

(A) \$20,000.00 SALES PRICE MINUS ARIZONA TAX BASE **(C)** \$7,142.86 = \$12,857.14 **(E) TPT-1 TAX BASE DEDUCTION**

TOTAL RECEIPTS	(A + B + D)	\$20,450.00	TO COLUMN D (BELOW)
TOTAL DEDUCTION AMOUNTS	(B + D + E)	\$13,307.14	TO COLUMN E
TOTAL TAX	(B + D)	\$450.00	= COLUMN H

REPORTING ON FORM TPT-1:

II. TRANSACTION DETAIL (If more reporting lines are necessary, please attach continuation pages.)

LINE	(A) BUSINESS DESCRIPTION	(B) REGION CODE	(C) BUSINESS CLASS	(D) GROSS AMOUNT	(E) DEDUCTION AMOUNT	(F) NET TAXABLE AMOUNT	(G) TAX RATE	(H) TOTAL TAX AMOUNT	(I) ACCOUNTING CREDIT RATE
1	RETAIL	MAR	17	\$20,450 00	\$13,307 14	\$7,142 86	0.06300	\$450 00	
2									